

Delaware State Income Tax Information

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| State Abbreviation: | DE |
| State Tax Withholding State Code: | 10 |
| Acceptable Exemption Form: | W-4 |
| Basis For Withholding: | State Exemptions |
| Acceptable Exemption Data: | S, M,/ Number of Exemptions |
| TSP Deferred: | Yes |
| Special Coding: | None |
| Additional Information: | ▶ Single (S) exemption code is used for both Single and Married (Filing Separately). Married (M) exemption code is used only for Married (Filing Jointly).◀ |

Withholding Formula ▶(Effective Pay Period 4, 2010)◀

1. Subtract the biweekly Thrift Savings Plan contribution from the gross biweekly wages.
2. Subtract the nontaxable biweekly Federal Health Benefits Plan payment(s) (includes dental and vision insurance program, and flexible spending account – health care and dependent care deductions) from the amount computed in Step 1.
3. Multiply the adjusted gross biweekly wages times 26 to obtain the annual wages.
4. Determine the standard deduction allowance by applying the following guideline and subtract this amount from the annual wages.

Single
\$3,250

Married (Filing Jointly)
\$6,500

Married (Filing Separately)
\$3,250

5. Apply the taxable income computed in step 3 to the following table to determine the annual Delaware tax withholding.

| Tax Withholding Table | | | | | | |
|-------------------------------------|---------------|---|------|---------|----|-----------------|
| If the Amount of Taxable Income Is: | | The Amount of Delaware Tax Withholding Should Be: | | | | |
| Over: | But Not Over: | | | | | Of Excess Over: |
| \$ 0 | \$ 2,000 | \$ 0.00 | plus | 0.00% | \$ | 0 |
| 2,000 | 5,000 | 0.00 | plus | 2.20% | | 2,000 |
| 5,000 | 10,000 | 66.00 | plus | 3.90% | | 5,000 |
| 10,000 | 20,000 | 261.00 | plus | 4.80% | | 10,000 |
| 20,000 | 25,000 | 741.00 | plus | 5.20% | | 20,000 |
| 25,000 | 60,000 | 1,001.00 | plus | 5.55% | | 25,000 |
| 60,000 | and over | 2,943.50 | plus | ▶6.95%◀ | | 60,000 |

6. Determine the annual tax credit by applying the following guideline and subtract this amount from the result of step 4.

Tax Credit = \$110 x Number of Personal Exemptions

7. Divide the annual Delaware tax withholding by 26 to obtain the biweekly Delaware tax withholding.